

Message Text

UNCLASSIFIED

PAGE 01 MANILA 00628 131116Z
ACTION TRSE-00

INFO OCT-01 EA-09 ISO-00 AID-05 CIAE-00 COME-00 EB-07
FRB-01 INR-07 NSAE-00 USIA-15 XMB-04 OPIC-06 SP-02
CIEP-02 LAB-04 SIL-01 OMB-01 NSC-05 SS-15 STR-04
CEA-01 H-02 L-03 PA-02 PRS-01 /098 W
-----131118Z 028403 /17

R 130838Z JAN 77
FM AMEMBASSY MANILA
TO SECSTATE WASHDC 4831

UNCLAS MANILA 628

E.O. 11652: N/A
TAGS: EFIN, RP
SUBJ: INFORMATION ON PHILIPPINE INTERNAL REVENUE CODE

REF: STATE 005943

1. SECTION 21 OF THE REVISED PHILIPPINE INTERNAL REVENUE CODE PROVIDES THAT THE REDUCED RATES OF TAXATION (1, 2, OR 3 PER CENT) ON NON-RESIDENT CITIZENS WILL BE APPLIED ON AN ADJUSTED GROSS INCOME. THE ADJUSTMENTS PERMITTED ARE (A) DEDUCTION FOR PERSONAL EXEMPTION OF \$2,000 OR \$4,000, AND (B) DEDUCTION FOR TOTAL AMOUNT OF NATIONAL INCOME TAX PAID TO COUNTRY OF RESIDENCE.

2. SECTION 30 CONCERNS DEDUCTIONS FROM GROSS INCOME TO COMPUTE NET INCOME, AND SECTION 30(C) PROVIDES THAT TAXES PAID TO A FOREIGN COUNTRY MAY BE CLAIMED AS A TAX CREDIT. HOWEVER, NET INCOME IS SUBJECT TO REGULAR SCHEDULE OF TAX RATES, AND IT THEREFORE APPEARS THAT ONLY SECTION 21 IS IRRELEVANT TO THE MODIFICATION OF ARTICLE 23 OF THE PROPOSED TAX CONVENTION.

3. A COPY OF THE PHILIPPINE INTERNAL REVENUE CODE, AS AMENDED BY PRESIDENTIAL DECREE 69 AND APPROXIMATELY 25 SUBSEQUENT PRESIDENTIAL DECREES, IS BEING POUCHED TO TREASURY, CARE
UNCLASSIFIED

UNCLASSIFIED

PAGE 02 MANILA 00628 131116Z

OF DAVID FOSTER.
SULLIVAN

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: POLICIES, TAXES
Control Number: n/a
Copy: SINGLE
Sent Date: 13-Jan-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977MANILA00628
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770013-0199
Format: TEL
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770155/aaaabwgp.tel
Line Count: 57
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 641505da-c288-dd11-92da-001cc4696bcc
Office: ACTION TRSE
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 77 STATE 5943
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 20-Sep-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3607597
Secure: OPEN
Status: NATIVE
Subject: INFORMATION ON PHILIPPINE INTERNAL REVENUE CODE
TAGS: EFIN, RP
To: STATE
Type: TE
vdkgvwkey: odb://SAS/SAS.dbo.SAS_Docs/641505da-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009